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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VII No. 12

December 1963

NOVEMBER UNIFORM PRICE \$4.47

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in November 1963, will receive a minimum uniform price of \$4.47 per hundredweight for milk testing 3.5%. A butterfat differential of 7.1 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.47 price for November 1963 is the same as the October 1963 price, and 9 cents above the November 1962 price. This \$4.47 blend price includes about 38¢ per cwt. derived from funds paid into the pool by handlers under the "Louisville Plan" in April, May and June.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 19,546,455 pounds of milk to the Fort Wayne market during November 1963, of which 15,472,742 pounds or 79.2% was utilized in Class I by 18 pool handlers. Production was up 1.7% from October 1963. Class I utilization of producer milk was down 1.4% from October 1963.

DECEMBER CLASS I PRICE \$4.36

\$1.20 was added to the November basic formula price of \$3.16 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for December. This price of \$4.36 is 1 cent above the November Class I price.

PARITY INDEX AND PARITY RATIO UNCHANGED

The Index of Prices Paid by Farmers, including Interest, Taxes and Farm Wage Rates, remained at 311 on November 15. This Index has not changed since mid-August and has been 311 for nine out of eleven months so far this year. The November Index was one percent higher than a year earlier, however, and the highest record for the month.

The Index of Prices Received by Farmers remained at 241 percent of the 1910-14 average, during the month ending November 15, or one percent below a year earlier.

With the indexes of both prices received and prices paid by farmers unchanged from October, the Parity Ratio remained at 77, the lowest for the month since 1933.

(Crop Reporting Board - Statistical Reporting Service)

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	November 1963 Reported		November 1962 Reported	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	13,135,983	460,088	11,529,838	405,899
Regular Skim Milk	333,387	4,772	314,013	4,073
Skim Milk - Solids Added	1,334,905	24,806	1,077,257	20,349
Buttermilk	111,957	1,067	138,788	1,176
Flavored Milk/Drink	592,432	16,835	616,576	18,376
Cream Mixtures	206,388	25,497	192,445	23,481
Light Cream	10,465	2,160	12,476	2,724
Heavy Cream	41,183	14,472	30,766	10,916
Sour Cream	27,841	5,116	22,017	4,091
Sub Totals	15,794,541	554,813	13,934,176	491,085
Plus Unaccounted For	23,928	3,144	12,265	4,518
Gross Total Class I Milk	15,818,469	557,957	13,946,441	495,603
Less Other Source Receipts	274,288	16,318	255,835	13,944
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	71,439	-0-	-0-	-0-
CLASS I PRODUCER MILK IN POOL	15,472,742	541,639	13,690,606	481,659
CLASS II MILK				
Class II Production	1,252,081	49,022	1,439,973	41,239
Sales to Nonpool Plants	2,953,789	170,315	1,823,137	135,442
Ending Inventory	1,450,348	59,825	1,350,057	56,208
Dumped or Livestock Feed	69,733	692	51,450	687
Class II Shrinkage	143,547	7,465	96,734	7,062
Gross Total Class II Milk	5,869,498	287,319	4,761,351	240,638
Less Other Source Receipts	27,934	1,726	123,446	4,846
Less Overages	1,112	940	6,031	1,577
Less Beginning Inventory	1,766,739	72,632	1,379,621	55,112
CLASS II PRODUCER MILK IN POOL	4,073,713	212,021	3,252,253	179,103
TOTAL PRODUCER MILK IN BOTH CLASSES	19,546,455	753,660	16,942,859	660,762

MISCELLANEOUS INFORMATION

	November 1963	November 1962	November 1961
Daily Class I Milk (Lbs.)	527,282	464,881	411,296
Current Month Compared With:		+ 13.4%	+ 28.2%
Production per Farm per Day	731	669	524
Current Month Compared With:		+ 9.3%	+ 39.5%
Gross Class I Milk to Producer Milk	80.9%	82.3%	82.3%
Pool Value of Producer Milk	\$848,288	\$731,710	\$668,307
Value of Producer Milk per Farm	\$ 952	\$ 867	\$ 701
Wisconsin-Minnesota Series	\$ 3.16	\$ 3.10	\$ 3.31
Butter-Skim Powder Formula Price	\$ 3.03	\$ 2.99	\$ 3.20

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1957	5,297,422	61.0	3.69	3,387,512	39.0	3.90	8,684,954	3.77	897
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961									
Jan.	6,347,397	59.1	3.58	4,385,705	40.9	4.34	10,733,102	3.89	845
Feb.	5,893,981	59.1	3.58	4,070,710	40.9	4.19	9,964,691	3.83	836
Mar.	6,429,786	62.6	3.58	3,834,277	37.4	4.12	10,264,063	3.78	724
Apr.	6,044,454	60.7	3.58	3,910,303	39.3	4.05	9,954,757	3.77	710
May	11,943,187	67.8	3.56	5,666,314	32.2	4.08	17,609,501	3.73	977
Jun.	10,853,098	64.3	3.54	6,023,595	35.7	3.61	16,876,693	3.57	964
Jul.	10,885,298	70.5	3.55	4,555,992	29.5	3.36	15,441,290	3.61	963
Aug.	11,087,479	76.6	3.54	3,382,028	23.4	3.90	14,469,507	3.63	927
Sep.	11,968,648	83.9	3.57	2,294,294	16.1	3.90	14,262,942	3.63	940
Oct.	12,462,080	80.1	3.55	3,098,449	19.9	4.46	15,560,529	3.73	949
Nov.	12,290,099	82.0	3.59	2,697,330	18.0	5.17	14,987,429	3.88	953
Dec.	12,479,761	78.0	3.65	3,521,752	22.0	5.10	16,001,513	3.97	924
Ave.	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,774	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I		CLASS II		UNIFORM Milk Price	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price		Class I	Class II	Producer
1957	\$3.123	\$1.16	\$+0.06	\$4.348	\$3.123	\$3.93	\$.077	\$.068	\$.068
1958	2.965	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068
1961									
Jan.	3.100	1.15	---	4.250	3.100	3.79	.079	.070	.070
Feb.	3.043	1.15	---	4.193	3.043	3.74	.079	.070	.070
Mar.	3.039	1.15	---	4.189	3.039	3.76	.079	.070	.070
Apr.	3.137	1.15	---	4.287	3.137	3.85	.079	.070	.070
May	3.23	1.20	---	4.430	3.19	3.64*	.076	.070	.074
Jun.	3.19	1.20	---	4.39	3.18	3.59*	.076	.070	.074
Jul.	3.18	1.20	---	4.38	3.18	4.02	.076	.070	.074
Aug.	3.18	1.20	---	4.38	3.20	4.11	.076	.070	.074
Sep.	3.20	1.20	---	4.40	3.20	4.50*	.076	.070	.075
Oct.	3.20	1.20	---	4.40	3.20	4.42*	.076	.070	.075
Nov.	3.20	1.20	---	4.40	3.21	4.45*	.076	.070	.075
Dec.	3.21	1.20	---	4.41	3.22	4.14	.076	.070	.074
Ave.	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073
1962									
Jan.	3.22	1.20	---	4.42	3.21	4.19	.076	.070	.074
Feb.	3.21	1.20	---	4.41	3.21	4.20	.076	.070	.075
Mar.	3.29	1.20	---	4.49	3.20	4.24	.076	.070	.075
Apr.	3.21	1.20	---	4.41	3.02	3.70*	.076	.067	.073
May	3.05	1.20	---	4.25	2.97	3.51*	.072	.067	.070
Jun.	3.01	1.20	---	4.21	2.95	3.52*	.072	.067	.071
Jul.	3.01	1.20	---	4.21	2.95	3.92	.072	.067	.071
Aug.	3.03	1.20	---	4.23	3.04	4.04	.072	.067	.071
Sep.	3.04	1.20	---	4.24	3.06	4.43*	.072	.067	.071
Oct.	3.06	1.20	---	4.26	3.06	4.38*	.073	.067	.072
Nov.	3.07	1.20	---	4.27	3.09	4.38*	.072	.067	.071
Dec.	3.10	1.20	---	4.30	3.09	3.98	.072	.067	.070
Ave.	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072
1963									
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070
Feb.	3.10	1.20	---	4.30	3.10	4.04	.072	.067	.070
Mar.	3.10	1.20	---	4.30	3.09	4.05	.072	.067	.071
Apr.	3.09	1.20	---	4.29	3.08	3.64*	.072	.067	.071
May	3.08	1.20	---	4.28	3.07	3.52*	.072	.067	.070
Jun.	3.07	1.20	---	4.27	3.08	3.46*	.072	.067	.070
Jul.	3.08	1.20	---	4.28	3.09	3.91	.072	.067	.070
Aug.	3.09	1.20	---	4.29	3.10	4.00	.072	.067	.071
Sep.	3.10	1.20	---	4.30	3.12	4.46*	.072	.069	.071
Oct.	3.12	1.20	---	4.32	3.14	4.47*	.075	.067	.073
Nov.	3.15	1.20	---	4.35	3.13	4.47*	.073	.067	.071
Dec.	3.16	1.20		4.36			.073		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 18 Handlers)

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	15,472,742	3.5006	\$4.350439	\$673,132.19	79.16%
Class II	4,073,713	5.2046	4.272091	174,032.68	20.84
Total	19,546,455			\$847,164.87	100.00%
Add: Value of Overage				638.53	
Add: Value of Other Source Assessments				0.00	
Add: Value of Inventory Reclassified				484.84	
Pool Value of Producer Milk				\$848,288.24	
Add: 1/3 of Spring Set Aside \$1047.71(c)				74,426.38	
Less: Butterfat Adjustment to 3.5%				49,369.19	Rate
Add: 1/2 Cash Balance in Producer Settlement Fund				8,584.23	Per Cwt.
Adjusted Pool Value				\$881,929.66	\$4.511967
Less: Producer Settlement Fund Reserve				8,203.12	.041967
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$873,726.54	\$4.47

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	541,639	\$ 0.073	\$39,539.65
Class II	212,021	0.067	14,205.41
Total	753,660	\$ 0.071	\$53,745.06

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.47 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.071 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR NOVEMBER 1963

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.2925	3.70	\$4.6120	4.15	\$4.9315	4.60	\$5.2510
3.30	4.3280	3.75	4.6475	4.20	4.9670	4.65	4.2865
3.35	4.3635	3.80	4.6830	4.25	5.0025	4.70	5.3220
3.40	4.3990	3.85	4.7185	4.30	5.0380	4.75	5.3575
3.45	4.4345	3.90	4.7540	4.35	5.0735	4.80	5.3930
3.50	/ 4.47 /	3.95	4.7895	4.40	5.1090	4.85	5.4285
3.55	4.5055	4.00	4.8250	4.45	5.1445	4.90	5.4640
3.60	4.5410	4.05	4.8605	4.50	5.1800	4.95	5.4995
3.65	4.5765	4.10	4.8960	4.55	5.2155	5.00	5.5350

R. J. Connolly
Market Administrator

Date Announced:
December 11, 1963

